

# SAKTHI FINANCE

AN EDIFICE BUILT ON TRUST

## SAKTHI FINANCE LIMITED

(CIN : L65910TZ1955PLC000145)

Registered Office: 62, Dr Nanjappa Road, Coimbatore – 641 018

Phone: (0422) 2231471-74, 4236200 Fax: (0422) 2231915 E-mail: sakthif\_info@sakthifinance.com Website: www.sakthifinance.com

### HALF YEARLY COMMUNICATION

30 May 2018

Dear Debenture holder,

In accordance with Regulation 58(1)(d) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015 (**SEBI Listing Regulations 2015**), we send the following information to you:

SI No	Particulars	Annexure No
1	The Audited Financial Results for the quarter and year ended 31st March 2018	A
2	Disclosures in accordance with Regulation 52(4) of the SEBI Listing Regulations 2015	B
3	Certificate from Catalyst Trusteeship Limited, the Debenture Trustee for the public issue of Secured, Redeemable, Non-Convertible Debentures (NCDs), having taken note of the information to be disclosed under Regulation 52(4) of SEBI Listing Regulations 2015 for the quarter and year ended 31st March 2018	C

We take this opportunity to thank you for reposing trust in our Company by investing in the listed NCDs of the Company and assure you of our continued service and attention at all times.

Yours faithfully

For Sakthi Finance Limited

(Sd)

S Venkatesh

Company Secretary

### Annexure A

#### Statement of Audited Financial Results for the Quarter and Year Ended 31st March 2018

(₹ lakh)

SI No	Particulars	Quarter Ended			Year Ended	
		31/03/2018 (Audited)	31/12/2017 (Unaudited)	31/03/2017 (Audited)	31/03/2018 (Audited)	31/03/2017 (Audited)
1	Revenue from Operations	4488.18	4017.72	4,397.76	16597.86	16,781.20
2	Other Income	39.48	43.04	43.26	258.11	274.20
3	<b>Total Revenue</b>	<b>4527.66</b>	4060.76	4,441.02	<b>16855.97</b>	<b>17,055.40</b>
4	<b>Expenses</b>					
	a. Employee benefits expense	759.96	547.14	677.95	2373.06	2,084.86
	b. Finance Cost	2466.24	2451.01	2,622.80	9993.28	10,346.56
	c. Depreciation and amortisation expense	83.64	83.35	80.69	331.92	321.71
	d. Provisions and write off	197.04	150.78	154.49	607.05	655.51
	e. Other expenditure	619.14	350.30	337.16	1652.67	1,503.32
	f. Contingent Provision against Standard Assets	28.79	5.60	14.00	44.04	31.90
	<b>Total Expenses</b>	<b>4154.81</b>	3588.18	3,887.09	<b>15002.02</b>	<b>14,943.86</b>
5	<b>Profit/(Loss) before Exceptional and Extraordinary Items and Tax (3-4)</b>	<b>372.85</b>	472.58	553.93	<b>1853.95</b>	<b>2,111.54</b>
6	Exceptional Items	-	-	-	-	-
7	<b>Profit / (Loss) before Extraordinary Items and Tax</b>	<b>372.85</b>	472.58	553.93	<b>1853.95</b>	<b>2,111.54</b>
8	Extraordinary Items	-	-	-	-	-
9	<b>Profit / (Loss) before tax (7 - 8)</b>	<b>372.85</b>	472.58	553.93	<b>1853.95</b>	<b>2,111.54</b>
10	Tax expense:					
	a. Current Tax	27.60	205.91	28.07	839.28	599.84
	b. Deferred Tax	39.68	(52.08)	(47.74)	(180.23)	(163.88)
	c. Provision for Taxation (for earlier years)	-	-	-	2.27	0.02
11	<b>Profit / (Loss) for the period from continuing operations (9-10)</b>	<b>305.57</b>	318.75	573.60	<b>1192.63</b>	<b>1,675.56</b>
12	Profit / (Loss) from Discontinuing operations	-	-	-	-	-
13	Tax expense of discontinuing operations	-	-	-	-	-
14	Profit / (Loss) from Discontinuing operations (after tax) (12-13)	-	-	-	-	-
15	<b>Profit / (Loss) for the period (11+14)</b>	<b>305.57</b>	318.75	573.60	<b>1192.63</b>	<b>1675.56</b>
16	Paid-up equity share capital (Face Value : ₹10 per Share)	5000.00	5000.00	5000.00	5000.00	5000.00
17	Reserves (excluding Revaluation Reserve as per balance sheet of previous accounting year)	-	-	-	9010.92	8509.99
18	Earnings per Equity share:					
	(1) Basic (₹)	0.61	0.64	1.15	2.12	3.10
	(2) Diluted (₹)	0.61	0.64	1.15	2.12	3.10

## STATEMENT OF ASSETS AND LIABILITIES

(₹ lakh)

SI No	Particulars	As at	As at
		30.03.2018	31.03.2017
		(Audited)	(Audited)
<b>(A)</b>	<b>EQUITY AND LIABILITIES</b>		
<b>1</b>	<b>Shareholders' funds:</b>		
	Share Capital	6,137.45	6,050.00
	Reserves and Surplus	10,790.11	10,332.43
	<b>Sub-total - Shareholders' funds</b>	<b>16,927.56</b>	16,382.43
<b>2</b>	<b>Non-current liabilities</b>		
	Long-term Borrowings	45,749.87	59,222.37
	Deferred Tax Liabilities (net)	244.56	424.79
	<b>Sub-total - Non-current liabilities</b>	<b>45,994.43</b>	59,647.16
<b>3</b>	<b>Current Liabilities</b>		
	Short-term Borrowings	18,870.10	13,790.74
	Other Current Liabilities	25,202.54	16,425.25
	Short-term Provisions	2,355.53	1,667.88
	<b>Sub-total - Current liabilities</b>	<b>46,428.17</b>	31,883.87
	<b>TOTAL (A)</b>	<b>109,350.16</b>	107,913.46
<b>(B)</b>	<b>ASSETS</b>		
<b>1</b>	<b>Non-Current assets</b>		
	Fixed assets:		
	- Tangible Assets	5,917.45	6,005.11
	- Intangible Assets	359.00	462.83
	- Capital Work in Progress	74.87	5.43
	Non-current investments	2,566.44	2,604.90
	Long-term loans and advances	1,070.97	1,017.89
	<b>Sub-total - Non-current assets</b>	<b>9,988.73</b>	10,096.16
<b>2</b>	<b>Current assets</b>		
	Current investments	136.31	-
	Stock on Hire	90,161.19	90,366.43
	Trade receivables	123.65	136.12
	Cash and Bank Balances	5,202.88	3,566.42
	Short-term loans and advances	3,578.94	3,508.88
	Other current assets	158.46	239.45
	<b>Sub-total - Current assets</b>	<b>99,361.43</b>	97,817.30
	<b>TOTAL (B)</b>	<b>109,350.16</b>	107,913.46

Notes:

- The Audited Financial Results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 29th May 2018 and 30th May 2018.
- The Board of Directors have recommended an equity dividend of ₹ 1 per share (10% on the face value of ₹ 10) aggregating to ₹ 602.80 lakh, which is subject to approval of members at the ensuing Annual General Meeting.
- The Company is primarily engaged in the business of asset financing. This, in the context of Accounting Standard – 17 on Segment Reporting, notified by the Companies (Accounting Standards) Rules 2006 is considered to constitute a single primary segment.
- The Company's Secured, Redeemable, Non-Convertible Debentures (NCDs) are secured by way of exclusive charge / mortgage of immovable properties and hire purchase receivables of the Company with a cover of 100% / 110% as per the terms of the issue.
- The figures for the quarter ended 31st March 2018 are the balancing figures between audited figures in respect of full financial year ended 31st March 2018 and the year to date figures published for the nine months period ended 31st December 2017.
- The figures for the previous period / year have been regrouped / rearranged / reclassified, wherever necessary to conform to the current period / year presentation.

By Order of the Board  
For Sakthi Finance Limited  
M. Balasubramaniam  
Vice Chairman and Managing Director  
DIN 00377053

30th May 2018  
Coimbatore

## Annexure B

## Disclosures in accordance with Regulation 52(4) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015

## 1. Credit Rating

The Credit Rating as on 31st March 2018 is as follows:

Instrument	Credit Rating Agency	Credit Rating as on 31st March 2018	Previous Credit Rating
Secured, Redeemable Non-Convertible Debentures	ICRA Limited	[ICRA] BBB (Stable)	[ICRA] BBB (Stable)

ICRA Limited has re-affirmed the credit rating as mentioned above.

- Asset cover available : 1.09
- Debt Equity Ratio : 6.15

3. Previous due date for the payment of interest / principal for non-convertible debt securities for the period from 1st October 2017 to 31st March 2018 are given below:

**NCD Public Issue – 2015**

Series / Tranche	ISIN	Type (Interest / Principal)	Due date of payment	Amount (₹ lakh)	Actual date of payment
Option III	INE302E07037	Interest	1st November 2017	5.76	1st Nov 2017
Option VI	INE302E07060	Interest	1st November 2017	17.71	1st Nov 2017
Option III	INE302E07037	Interest	1st December 2017	5.96	1st Dec 2017
Option VI	INE302E07060	Interest	1st December 2017	18.32	1st Dec 2017
Option III	INE302E07037	Interest	1st January 2018	6.35	2nd Jan 2018
Option VI	INE302E07060	Interest	1st January 2018	19.54	2nd Jan 2018
Option III	INE302E07037	Interest	1st February 2018	5.96	1st Feb 2018
Option VI	INE302E07060	Interest	1st February 2018	18.32	1st Feb 2018
Option III	INE302E07037	Interest	1st March 2018	5.56	1st Mar 2018
Option VI	INE302E07060	Interest	1st March 2018	17.10	1st Mar 2018
Option III	INE302E07037	Principal	1st April 2018	642.42	31st March 2018
Option IV	INE302E07045	Principal	1st April 2018	194.44	31st March 2018
Option V	INE302E07052	Principal	1st April 2018	698.46	31st March 2018
Option III	INE302E07037	Interest	1st April 2018	5.96	31st March 2018
Option IV	INE302E07045	Annual Interest	1st April 2018	22.81	31st March 2018
Option V	INE302E07052	Interest	1st April 2018	275.82	31st March 2018
Option VI	INE302E07060	Interest	1st April 2018	19.54	2nd April 2018
Option VII	INE302E07078	Annual Interest	1st April 2018	32.65	2nd April 2018

**NCD Public Issue – 2016**

Series / Tranche	ISIN	Type (Interest / Principal)	Due date of payment	Amount (₹ lakh)	Actual date of payment
Option I	INE302E07094	Interest	1st November 2017	10.29	1st Nov 2017
Option III	INE302E07110	Interest	1st November 2017	6.67	1st Nov 2017
Option VI	INE302E07144	Interest	1st November 2017	52.74	1st Nov 2017
Option I	INE302E07094	Interest	1st December 2017	10.64	1st Dec 2017
Option III	INE302E07110	Interest	1st December 2017	6.90	1st Dec 2017
Option VI	INE302E07144	Interest	1st December 2017	54.55	1st Dec 2017
Option I	INE302E07094	Interest	1st January 2018	11.35	2nd Jan 2018
Option III	INE302E07110	Interest	1st January 2018	7.36	2nd Jan 2018
Option VI	INE302E07144	Interest	1st January 2018	58.19	2nd Jan 2018
Option I	INE302E07094	Interest	1st February 2018	10.64	1st Feb 2018
Option III	INE302E07110	Interest	1st February 2018	6.90	1st Feb 2018
Option VI	INE302E07144	Interest	1st February 2018	54.55	1st Feb 2018
Option I	INE302E07094	Interest	1st March 2018	9.93	1st March 2018
Option III	INE302E07110	Interest	1st March 2018	6.44	1st March 2018
Option VI	INE302E07144	Interest	1st March 2018	50.92	1st March 2018
Option I	INE302E07094	Interest	1st April 2018	11.35	2nd April 2018
Option III	INE302E07110	Interest	1st April 2018	7.36	2nd April 2018
Option VI	INE302E07144	Interest	1st April 2018	58.19	2nd April 2018

All interest on Non-Convertible Debentures due for payment during the half-year ended 31st March 2018 have been paid on their respective due dates.

4. Next due date for payment of interest / principal for non convertible debt securities for the period from 1st April 2018 to 30th September 2018 are given below:

**NCD Public Issue - 2015**

Series / Tranche	ISIN	Type (Interest / Principal)	Due date of payment	Amount (₹ lakh)
Option VI	INE302E07060	Interest	2nd May 2018	18.42
Option VI	INE302E07060	Interest	1st June 2018	18.42
Option VI	INE302E07060	Interest	1st July 2018	19.03
Option VI	INE302E07060	Interest	1st August 2018	18.42
Option VI	INE302E07060	Interest	1st September 2018	19.03
Option VI	INE302E07060	Interest	1st October 2018	18.42

**NCD Public Issue - 2016**

Series / Tranche	ISIN	Type (Interest / Principal)	Due date of payment	Amount (₹ lakh)
Option I	INE302E07094	Interest	2nd May 2018	10.70
Option III	INE302E07110	Interest	2nd May 2018	6.94
Option VI	INE302E07144	Interest	2nd May 2018	54.85
Option I	INE302E07094	Interest	18th May 2018	5.71
Option II	INE302E07102	Interest	18th May 2018	485.83
Option I	INE302E07094	Principal	18th May 2018	1266.69
Option II	INE302E07102	Principal	18th May 2018	2165.40
Option IV	INE302E07128	Annual Interest	18th May 2018	36.49
Option VII	INE302E07151	Annual Interest	18th May 2018	109.58
Option III	INE302E07110	Interest	1st June 2018	6.94
Option VI	INE302E07144	Interest	1st June 2018	54.85
Option III	INE302E07110	Interest	1st July 2018	7.17
Option VI	INE302E07144	Interest	1st July 2018	56.68
Option III	INE302E07110	Interest	1st August 2018	6.94
Option VI	INE302E07144	Interest	1st August 2018	54.85
Option III	INE302E07110	Interest	1st September 2018	7.17
Option VI	INE302E07144	Interest	1st September 2018	56.68
Option III	INE302E07110	Interest	1st October 2018	6.94
Option VI	INE302E07144	Interest	1st October 2018	54.85

5. Outstanding redeemable preference shares : Nil  
 6. Details of Debenture Redemption Reserve are given below:

Series / Tranche	Amount of issue (₹ lakh)	DRR required to be created (₹ lakh)	DRR created up to 31.03.2018 (₹ lakh)	Funds invested for debentures maturing during the year (₹ lakh)
NCD Public Issue 2015	10000.00	NA	3936.00	959.95
NCD Public Issue 2016	16487.08	NA		

7. Net worth : ₹ 14,736.75 lakh  
 8. Net profit after tax : ₹ 1,192.63 lakh  
 9. Earnings per share : ₹ 2.12

**CATALYST**  
Believe in yourself... Trust us!



**CERTIFICATE FOR RECEIPT AND NOTING OF INFORMATION**

**[Pursuant to Regulation 52(5) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015]**

We, **Catalyst Trusteeship Limited** (“**Debenture Trustee**”) hereby confirm that we have received and noted (without independent verification thereof) the information, as specified under regulation 52(4) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“**Regulations**”), provided to us by **Sakthi Finance Limited** (“**the Company**”) for the Half year ended on March 31, 2018.

This Certificate is being issued pursuant to the requirements of Regulation 52(5) of the aforesaid Regulations, for onward submission to Stock Exchange(s) by the Company.

**For Catalyst Trusteeship Limited  
(Formerly GDA Trusteeship Limited)**

**Authorized Signatory**

Date: May 30, 2018

**CATALYST TRUSTEESHIP LIMITED** (FORMERLY GDA TRUSTEESHIP LIMITED)

An ISO:9001 Company

Mumbai Office Office No. 85 - 87, 8th Floor, B Wing, Mittal Tower, Nariman Point, Mumbai 400 021 Tel +91 (022) 4922 0555 Fax +91 (022) 4922 0505  
 Regd. Office GDA House, Plot No. 85, Bhusari Colony (Right), Paud Road, Pune 411 038 Tel +91 (020) 25280081 Fax +91 (020) 25280275  
 Delhi Office Office No. 213, 2nd floor, Navrang House, 21 Kasturba Gandhi Marg, New Delhi- 110 001. Tel. 011 43029101.  
 CIN No. U74999PN1997PLC110262 Email dt@ctitrustee.com Website www.catalysttrustee.com  
 Pune | Mumbai | Bengaluru | Delhi | Chennai



**BOOK POST**

To

*If undelivered, please return to:*

**SKDC CONSULTANTS LIMITED**

"Kanapathy Towers", Third Floor  
1391/A-1, Sathy Road, Ganapathy  
Coimbatore - 641 006

Phone : (0422) 4958995, 2539835-836

Fax : (0422) 2539837

E-mail : [info@skdc-consultants.com](mailto:info@skdc-consultants.com)